#### § 585.501

the BOEM Web site at <a href="http://www.boem.gov">http://www.boem.gov</a>, and you must include one copy of the <a href="page-ay.gov">Pay.gov</a> confirmation receipt page with your unsolicited request.

(b) For all other required rent payments and for operating fee payments,

you must make your payments as required in 30 CFR 1218.51.

(c) This table summarizes payments you must make for leases and grants, unless otherwise specified in the Final Sale Notice:

	Payment	Amount	Due date	Payment mecha- nism	Section reference
Initial payments for leases					
(1) If your lease is issued competitively,	Bid Deposit	As set in Final Sale Notice/de- pends on bid.	With bid	Pay.Gov	§ 585.501.
(2) If your lease is issued non-competitively.	Bonus Balance Acquisition Fee	\$0.25 per acre, unless other- wise set by the Director.	Lease issuance With application	30 CFR 1218.51. Pay.gov	§ 585.502.
(3) All leases	Initial Rent	\$3 per acre per year.	45 days after lease issuance.	Pay.gov	§ 585.503.
Subsequent payments for leases and project easements					
(4) All leases	Subsequent Rent	\$3 per acre per year.	Annually	30 CFR 1218.51	§§ 585.503 and 585.504.
(5) If you have a project easement.	Rent	Greater of \$5 per acre per year or \$450 per year.	When operations term for associ- ated lease starts, then an- nually.	30 CFR 1218.51	§ 585.507.
(7) If your commercial lease is producing,	Operating Fee	Determined by the formula in § 585.506.	Annually	30 CFR 1218.51	§ 585.506.
Payments for ROW grants and RUE grants <sup>⋆</sup>					
(8) All ROW grants and RUE grants.	Initial Rent	\$70 per statute mile, and the greater of \$5 per acre per year or \$450 per year.	Grant Issuance	Pay.gov	§ 585.508.
	Subsequent Rent		Annually or in 5- year batches.	30 CFR 1218.51.	

<sup>\*</sup>There is no acquisition fee for ROW grants or RUE grants.

[76 FR 64623, Oct. 18, 2011, as amended at 79 FR 21623, Apr. 17, 2014]

#### § 585.501 What deposits must I submit for a competitively issued lease, ROW grant, or RUE grant?

- (a) For a competitive lease or grant that we offer through sealed bidding, you must submit a deposit of 20 percent of the total bid amount, unless some other amount is specified in the Final Sale Notice.
- (b) For a competitive lease that we offer through ascending bidding, you must submit a deposit as established in the Final Sale Notice.
- (c) You must pay any balances on accepted high bids in accordance with the

Final Sale Notice, this part, and your lease or grant instrument.

(d) The deposit will be forfeited for any successful bidder who fails to execute the lease within the prescribed time, or otherwise does not comply with the regulations concerning acquisition of a lease or grant or stipulations in the Final Sale Notice.

# § 585.502 What initial payment requirements must I meet to obtain a noncompetitive lease, ROW grant, or RUE grant?

When requesting a noncompetitive lease, you must meet the initial payment (acquisition fee) requirements of this section, unless specified otherwise

#### Ocean Energy Management, Interior

in your lease instrument. No initial payment is required when requesting noncompetitive ROW grants and RUE grants.

- (a) If you request a noncompetitive lease, you must submit an acquisition fee of \$0.25 per acre, unless otherwise set by the Director, as provided in \$585.500.
- (b) If BOEM determines there is no competitive interest, we will then:
- (1) Retain your acquisition fee if we issue you a lease; or
- (2) Refund your acquisition fee, without interest, if we do not issue your requested lease.
- (c) If we determine that there is a competitive interest in an area you requested, then we will proceed with a competitive lease sale process provided for in subpart B of this part, and we will:
- (1) Apply your acquisition fee to the required deposit for your bid amount if you submit a bid;
- (2) Apply your acquisition fee to your bonus bid if you acquire the lease; or
- (3) Retain your acquisition fee if you do not bid for or acquire the lease.

## § 585.503 What are the rent and operating fee requirements for a commercial lease?

- (a) The rent for a commercial lease is \$3 per acre per year, unless otherwise established in the Final Sale Notice or lease.
- (1) You must pay ONRR the initial 12-months' rent 45 days after you receive the lease copies from BOEM in accordance with the requirements provided in §585.500(a).
- (2) You must pay ONRR, under the regulations at 30 CFR part 1218, rent at the beginning of each subsequent 1-year period in accordance with the regulations at 30 CFR 1218.51 for the entire lease area until the facility begins to generate commercially, as specified in §585.506 or as otherwise specified in the Final Sale Notice or lease instrument:
- (i) For leases issued competitively, the BOEM will specify in the Final Sale Notice and lease any adjustment to the rent fee to take effect during the operations term and prior to the commercial generation.
- (ii) For leases issued noncompetitively, the BOEM will specify in the

lease any adjustment to the rent fee to take effect during the operations term and prior to the commercial generation.

- (3) You must pay ONRR, under the regulations at 30 CFR part 1218, the rent for a project easement in addition to the lease rent, as provided in §585.507. You must commence rent payments for your project easement upon our approval of your COP or GAP.
- (b) After your lease begins commercial generation of electricity or on the date specified by BOEM, you must pay operating fees in the amount specified in §585.506:
- (1) For leases issued competitively, BOEM will specify in the Final Sale Notice and lease the date when operating fees commence; and
- (2) For leases issued noncompetitively, BOEM will specify in the lease the date when operating fee commences.

[76 FR 64623, Oct. 18, 2011, as amended at 79 FR 21623, Apr. 17, 2014]

# § 585.504 How are my payments affected if I develop my lease in phases?

If you develop your commercial lease in phases, as approved by us in your COP under §585.629, you must pay ONRR, under the regulations at 30 CFR part 1218:

- (a) Rent on the portion of the lease that is not authorized for commercial operations.
- (b) Operating fees on the portion of the lease that is authorized for commercial operations, in the amount specified in §585.506 and as described in §585.503(b).
- (c) Rent for a project easement in addition to lease rent, as provided in §585.507. You must commence rent payments for your project easement upon our approval of your COP.

### § 585.505 What are the rent and operating fee requirements for a limited lease?

- (a) The rent for a limited lease is \$3 per acre per year, unless otherwise established in the Final Sale Notice and your lease instrument.
- (b) You must pay ONRR the initial 12-months' rent 45 days after you receive the lease copies from BOEM in